GOVERNMENT OF INDIA
POWER
LOK SABHA

UNSTARRED QUESTION NO:1189
ANSWERED ON:27.11.2000
RE-ALLOCATION OF NAPHTHA FOR POWER PROJECTS
DILEEP SANGHANI

Will the Minister of POWER be pleased to state:

(a) whether the Government had received any proposal from the Government of Gujarat for reallocation of Naphtha in December, 1999;

(b) if so, the details of power projects for which the said reallocation was demanded and the capacity of each of these power projects;

(c) the total quantity of Naphtha reallocated by the Government;

(d) whether the reallocated Naphtha is less than the quantity proposed;

(e) if so, the reasons therefor; and

(f) the steps taken by the Government in this regard?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF POWER (SHRIMATI JAYAWANTI MEHTA)

(a) : A proposal from the Government of Gujarat for re-allocation of naphtha to three power projects having a total capacity of 289.5 MW was received vide their letters dated 3.7.1999 and 25.10.1999.

(b) : The deails of power projects for which the said reallocation was requested are mentioned below :-

Sl.No	Name of Project/Project developer	Capacity (MW)
1.	Gujarat State Petroleum Corpn. Ltd.	114.5
2.	Expansion Captive Power Plant of M/s. Core Parental Health Care	65
3.	Power Project at Dhuvran of Gujarat State Electricity Corpn.	110

(c) to (f) : After considering the various pending requests for naphtha allocation, including that from Gujarat, request for enhancement of the existing naphtha linkage of 4 projects were approved. These include only one of the three projects recommended by Government of Gujarat, i.e. the 65 MW expansion captive plant of M/s. Core Parental Healthcare. The enhanced allocation given to the said four projects is within the quota of naphtha allocated to the respective States. In view of the sharp hike in the global price of naphtha, it is no longer considered a viable and economical fuel for allocation to new power projects.